

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

A

W-02740A  
Antelope Lakes Water Company  
501 N Hwy 89  
PO Box 350  
Chino Valley, AZ 86323

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2005
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**RECEIVED**  
APR 11 2006  
Z Corporation Commissic  
Director of Utilities

FOR COMMISSION USE

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## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Antelope Lakes Water Co., Inc</u>			
<b>Mailing Address</b> <u>2465 Shane Drive</u>			
<u>Prescott</u>	<u>AZ</u>	<u>86305</u>	
(City)	(State)	(Zip)	
<u>928-717-2616</u>	<u>928-717-2621</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> _____			
<b>Local Office Mailing Address</b> <u>2465 Shane Drive</u>			
<u>Prescott</u>	<u>AZ</u>	<u>86305</u>	
(City)	(State)	(Zip)	
<u>928-717-2616</u>	<u>928-717-2621</u>		
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> _____			

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Paul D. Levie</u>		<u>President</u>	
(Name)		(Title)	
<u>2465 Shane Drive</u>	<u>Prescott</u>	<u>AZ</u>	<u>86305</u>
(Street)	(City)	(State)	(Zip)
<u>928-717-2616</u>	<u>928-717-2621</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> _____			
<b>On Site Manager:</b> <u>Paul D. Levie</u>			
(Name)			
<u>2465 Shane Drive</u>	<u>Prescott</u>	<u>AZ</u>	<u>86305</u>
(Street)	(City)	(State)	(Zip)
<u>928-717-2616</u>	<u>928-717-2621</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Antelope Lakes Water Co., Inc  
(Name)

2465 Shane Drive

(Street)

Prescott

(City)

AZ

86305

(State)

(Zip)

928-717-2616

Telephone No. (Include Area Code)

928-717-2621

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Paul D. Levie  
(Name)

2465 Shane Drive

(Street)

Prescott

(City)

AZ

86305

(State)

(Zip)

928-717-2616

Telephone No. (Include Area Code)

928-717-2621

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☒ YAVAPAI

☐ YUMA

☐ STATEWIDE

**COMPANY NAME**

Antelope Lakes Water Co., Inc

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	4,029.47	1,204.26	2,825.21
302	Franchises	750.00	168.75	581.25
303	Land and Land Rights	20,000.00	0	20,000.00
304	Structures and Improvements			
307	Wells and Springs	34,267.30	10,248.68	24,018.62
311	Pumping Equipment	11,326.77	2,991.89	8,334.88
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	11,555.00	2,740.96	8,814.04
331	Transmission and Distribution Mains	10,665.00	4,843.69	5,821.31
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	8,500.00	425.00	8,075.00
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>101,093.54</b>	<b>22,623.23</b>	<b>78,470.31</b>

This amount goes on the Balance Sheet Acct. No. 108



COMPANY NAME

Antelope Lakes Water Co., Inc

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	4,029.47	5%	201.48
302	Franchises	750.	5%	37.50
303	Land and Land Rights	20,000.00	0	0
304	Structures and Improvements			
307	Wells and Springs	34,267.30	5%	1,713.37
311	Pumping Equipment	11,326.77	5%	566.34
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	11,555.00	5%	552.75
331	Transmission and Distribution Mains	10,665.00	5%	533.25
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	8,500.00	5%	425.00
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>101,093.54</b>	<b>5%</b>	<b>4,029.69</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

### **BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 493.38	\$ 1,845.91
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	12.12	541.37
146	Notes/Receivables from Associated Companies	33,000.00	33,000.00
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 33,505.50	\$ 35,387.28
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 57,906.46	\$ 52,847.08
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	18,593.54	22,623.23
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 76,500.00	\$ 75,470.31
	<b>TOTAL ASSETS</b>	\$ 110,005.50	\$ 110,857.59

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**COMPANY NAME** Antelope Lakes Water Co., Inc

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 19,173.32	\$ 28,100.00
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	106.08	106.08
236	Accrued Taxes	0	(30.30)
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 19,279.40	\$ 28,175.78
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 43,075.00	\$ 43,075.00
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 62,354.40	\$ 71,250.78
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 49,577.00	\$ 49,577.00
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	1,797.58	(1,925.90)
218	Proprietary Capital (Sole Props and Partnerships)	(3,723.48)	(8,044.29)
	<b>TOTAL CAPITAL</b>	\$ 47,651.10	\$ 39,606.81
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 110,005.50	\$ 110,857.59

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 681.68	\$ 1,106.45
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 681.68	\$ 1,106.45
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	375.48	568.10
618	Chemicals		
620	Repairs and Maintenance	0	460.35
621	Office Supplies and Expense	142.20	170.77
630	Outside Services		700.00
635	Water Testing	16.00	2,417.00
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	45.00	315.00
675	Miscellaneous Expense	450.00	452.51
403	Depreciation Expense	3,307.29	4,029.69
408	Taxes Other Than Income		
408.11	Property Taxes	42.68	37.32
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 4,378.65	\$ 9,150.74
	<b>OPERATING INCOME/(LOSS)</b>	\$ (3,696.97)	\$ (8,044.29)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	26.51	
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ 26.51	\$
	<b>NET INCOME/(LOSS)</b>	\$ (3,723.48)	\$ (8,044.29)



**COMPANY NAME** Antelope Lakes Water Co., Inc

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	3/15/96	12/16/96		
Source of Loan	Note	Note		
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ 54,000.00	\$ 10,000.00	\$	\$
Amount Outstanding	\$ 32,400.00	\$ 10,000.00	\$	\$
Date of Maturity				
Interest Rate	1% above Prime %	1% above prime %	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

<b>COMPANY NAME</b>	Antelope Lakes Water Co., Inc
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## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
552692	not in service			7"	305	3/14/94
5550514	3hp			7"	315	7/83

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>

COMPANY NAME      Antelope Lakes Water Co., Inc

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PVC	1,040
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	2
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

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STRUCTURES:

1-10x12 well house, concrete floor

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OTHER:

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COMPANY NAME: Antelope Lakes Water Co., Inc

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	2	3,950	
FEBRUARY	2	3,550	
MARCH	2	3,410	
APRIL	2	4,510	
MAY	2	5,150	
JUNE	2	5,100	
JULY	2	7,406	
AUGUST	2	6,034	
SEPTEMBER	2	4,740	
OCTOBER	2	6,907	
NOVEMBER	2	6,030	
DECEMBER	2	4,240	
TOTAL		61,027	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes ( ☒ ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes ( ☒ ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system. unknown mg/l

(If more than one well, please list each separately.)

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME Antelope Lakes Water Co., Inc YEAR ENDING 12/31/2005

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 37.32

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

RECEIVED

APR 11 2006

Z Corporation Commissic  
Director of Utilities

VERIFICATION

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>Yavapai</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Paul D. Levie President</u>
COMPANY NAME	<u>Antelope Lakes Water Co., Inc</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

  
SIGNATURE OF OWNER OR OFFICIAL

928-717-2616

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

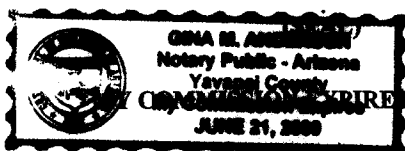
A NOTARY PUBLIC IN AND FOR THE COUNTY OF


THIS

6

DAY OF

COUNTY NAME	<u>Yavapai</u>
MONTH	<u>April</u>
	<u>.2006</u>



  
SIGNATURE OF NOTARY PUBLIC

6/21/09

COMPANY NAME Antelope Lakes Water Co., Inc YEAR ENDING 12/31/2005

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported to be determined  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported to be determined  
Estimated or Actual State Tax Liability \_\_\_\_\_

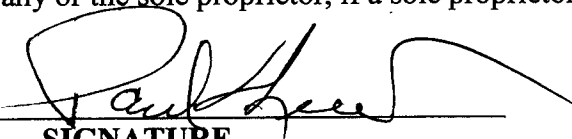
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances to be determined  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

 April 6, 2006  
SIGNATURE DATE

Paul D. Levie President  
PRINTED NAME TITLE

# RECEIVED

APR 11 2006

**Z Corporation Commission**  
**Director of Utilities**

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>Yavapai</u> NAME (OWNER OR OFFICIAL) TITLE
<u>Paul D. Levie</u> COMPANY NAME
<u>Antelope Lakes Water Co., Inc</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

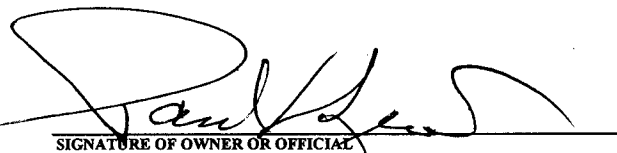
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,106.45

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 14.78  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
SIGNATURE OF OWNER OR OFFICIAL

928-717-2616

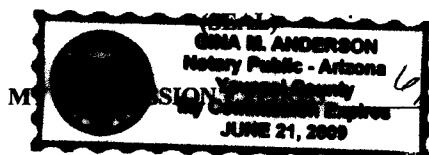
TELEPHONE NUMBER


SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 6th DAY OF

COUNTY NAME
<u>Yavapai</u>
MONTH <u>April</u> <u>2006</u>



  
SIGNATURE OF NOTARY PUBLIC



VERIFICATION  
AND  
SWORN STATEMENT  
**RESIDENTIAL REVENUE**  
INTRASTATE REVENUES ONLY

**RECEIVED**

APR 11 2006

Corporation Commission  
Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Yavapai	
NAME (OWNER OR OFFICIAL) Paul D. Levie	TITLE President
COMPANY NAME Antelope Lakes Water Co., Inc	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

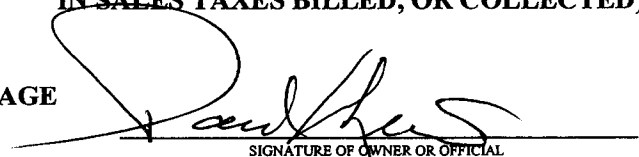
**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 1,106.45
--

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 14.78  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
SIGNATURE OF OWNER OR OFFICIAL

928-717-2616

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

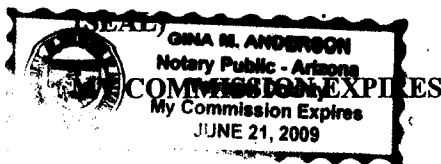
A NOTARY PUBLIC IN AND FOR THE COUNTY OF


THIS

6th

DAY OF

NOTARY PUBLIC NAME Gina M. Anderson	
COUNTY NAME Yavapai	
MONTH April	2006



  
SIGNATURE OF NOTARY PUBLIC

6/21/09

3:57 PM

03/31/06

Accrual Basis

## Antelope Lakes Water Co., Inc.

## Balance Sheet

As of January 1, 2004

	Jan 1, 04
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
131.00 · Stockman's Bank	1,567.51
<b>Total Checking/Savings</b>	1,567.51
<b>Accounts Receivable</b>	
141.02 · Note Receivable CMII	3,000.00
<b>Total Accounts Receivable</b>	3,000.00
<b>Total Current Assets</b>	4,567.51
<b>Fixed Assets</b>	
108.00 · Accum. Deprec & Amort of Utilit	-15,286.25
301.00 · Organization	3,383.56
302.00 · Franchises	500.00
303.00 · Land & Land Rights	20,000.00
307.00 · Wells & Springs	34,267.30
311.00 · Pumping Equipment	11,326.77
330.00 · Distribution Reservoirs & Stand	5,555.00
331.00 · Transmission & Distribution Mai	10,665.00
<b>Total Fixed Assets</b>	70,411.38
<b>Other Assets</b>	
141.00 · Customer Accounts Receivable	-541.37
150 · Due from PDL	30,000.00
<b>Total Other Assets</b>	29,458.63
<b>TOTAL ASSETS</b>	<b>104,437.52</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
<b>Other Current Liabilities</b>	
232.00 · Notes Payable/PDL	-675.00
232.04 · Notes pay - LFLP	10,600.00
235.00 · Customer Deposits	106.08
236.00 · Accrued Taxes	
236.02 · Accrued Taxes-Sales	-49.49
236.00 · Accrued Taxes - Other	45.08
<b>Total 236.00 · Accrued Taxes</b>	-4.41
<b>Total Other Current Liabilities</b>	10,026.67
<b>Total Current Liabilities</b>	10,026.67
<b>Long Term Liabilities</b>	
224.01 · Levie Antelope Lakes Dev. Corp.	43,075.00
<b>Total Long Term Liabilities</b>	43,075.00
<b>Total Liabilities</b>	53,101.67
<b>Equity</b>	
201.00 · Common Stock Issued	49,577.00
3900 · Retained Earnings	1,758.85
<b>Total Equity</b>	51,335.85
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>104,437.52</b>

**Antelope Lakes Water Co., Inc.**  
**Balance Sheet**  
As of December 31, 2004

	Dec 31, 04
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
131.00 · Stockman's Bank	493.38
<b>Total Checking/Savings</b>	493.38
<b>Accounts Receivable</b>	
141.02 · Note Receivable CMII	3,000.00
<b>Total Accounts Receivable</b>	3,000.00
<b>Total Current Assets</b>	3,493.38
<b>Fixed Assets</b>	
108.00 · Accum. Deprec & Amort of Utilit	-18,593.54
301.00 · Organization	4,029.47
302.00 · Franchises	750.00
303.00 · Land & Land Rights	20,000.00
307.00 · Wells & Springs	34,267.30
311.00 · Pumping Equipment	11,326.77
330.00 · Distribution Reservoirs & Stand	5,555.00
331.00 · Transmission & Distribution Mai	10,665.00
341.00 · Transportation Equipment	
341.01 · 2000 Dodge 1 Ton Pickup	8,500.00
<b>Total 341.00 · Transportation Equipment</b>	8,500.00
<b>Total Fixed Assets</b>	76,500.00
<b>Other Assets</b>	
141.00 · Customer Accounts Receivable	12.12
150 · Due from PDL	30,000.00
<b>Total Other Assets</b>	30,012.12
<b>TOTAL ASSETS</b>	<b>110,005.50</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
<b>Accounts Payable</b>	
2000 · *Accounts Payable	73.32
<b>Total Accounts Payable</b>	73.32
<b>Other Current Liabilities</b>	
232.04 · Notes pay - LFLP	10,600.00
232.05 · Loan-Paul D. & Rae Levie Trust	8,500.00
235.00 · Customer Deposits	106.08
<b>Total Other Current Liabilities</b>	19,206.08
<b>Total Current Liabilities</b>	19,279.40
<b>Long Term Liabilities</b>	
224.01 · Levie Antelope Lakes Dev. Corp.	43,075.00
<b>Total Long Term Liabilities</b>	43,075.00 ✓
<b>Total Liabilities</b>	62,354.40
<b>Equity</b>	
201.00 · Common Stock Issued	49,577.00 ✓
3900 · Retained Earnings	1,797.58 ✓
Net Income	-3,723.48 ✓
<b>Total Equity</b>	47,651.10
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>110,005.50</b>

3:28 PM  
03/31/06  
Accrual Basis

**Antelope Lakes Water Co., Inc.**  
**Profit & Loss**  
**January through December 2004**

	<u>Jan - Dec 04</u>
<b>Ordinary Income/Expense</b>	
Income	
461.00 · Metered Water Revenue	681.68
<b>Total Income</b>	<u>681.68</u>
Expense	
615.00 · Purchased Power	375.48
621.00 · Office Expense	142.20
630.00 · Contractual Services	16.00
665.00 · Regulatory Commission Expense	45.00
676.00 · Licenses & Permits	150.00
681.00 · Property Tax	42.68
682 · Legal and Accounting	300.00
<b>Total Expense</b>	<u>1,071.36</u>
<b>Net Ordinary Income</b>	<u>-389.68</u>
<b>Other Income/Expense</b>	
Other Income	
403.00 · Depreciation Expenses	-3,307.29
427.00 · Interest Expense	-26.51
<b>Total Other Income</b>	<u>-3,333.80</u>
<b>Net Other Income</b>	<u>-3,333.80</u>
<b>Net Income</b>	<u><u>-3,723.48</u></u>

**Antelope Lakes Water Co., Inc.**  
**Statement of Cash Flows**  
 January through December 2004

	<u>Jan - Dec 04</u>
<b>OPERATING ACTIVITIES</b>	
Net Income	-3,723.48
Adjustments to reconcile Net Income to net cash provided by operations:	
2000 · *Accounts Payable	73.32
232.00 · Notes Payable/PDL	675.00
232.05 · Loan-Paul D. & Rae Levie Trust	8,500.00
236.00 · Accrued Taxes	-45.08
236.00 · Accrued Taxes:236.02 · Accrued Taxes-Sales	49.49
Net cash provided by Operating Activities	5,529.25
<b>INVESTING ACTIVITIES</b>	
108.00 · Accum. Deprec & Amort of Utilit	3,307.29
301.00 · Organization	-645.91
302.00 · Franchises	-250.00
341.00 · Transportation Equipment:341.01 · 2000 Dodge 1 Ton Pi...	-8,500.00
141.00 · Customer Accounts Receivable	-553.49
Net cash provided by Investing Activities	-6,642.11
<b>FINANCING ACTIVITIES</b>	
3900 · Retained Earnings	38.73
Net cash provided by Financing Activities	38.73
Net cash increase for period	-1,074.13
Cash at beginning of period	1,567.51
Cash at end of period	<u>493.38</u>

8/22/2005  
11:11

ANTELOPE LAKES WATER CO.  
Federal ID #:  
Asset Summary - Federal Tax Basis  
Period Ended 12/31/04

CLIENT'S COPY

Company: ALW  
Page: 1

<u>Num</u>	<u>Loc</u>	<u>Property Description</u>	<u>Acquired</u>	<u>T</u>	<u>Method</u>	<u>Life</u>	<u>Cost/Basis</u>	<u>179 Exp/AFD</u>	<u>Add SDA</u>	<u>Prior Depr.</u>	<u>Current Depr.</u>	<u>Ending Depr.</u>
Group # 1 Organizations												
1	1	Organizational Costs	08/15/96	M	SL	20	500.00	0.00	0.00	240.73	25.00	265.73
2	1	Other Organizational	01/01/00	N	SL	20	2,883.56	0.00	0.00	576.72	144.18	720.90
3	1	Organizational Costs	06/24/04	N	SL	20	645.91	0.00	0.00	0.00	16.15	16.15
Group # 1 Total							4,029.47	0.00	0.00	817.45	185.33	1,002.78
Group # 2 Franchises												
1	1	Original Fee	01/01/00	N	SL	20	500.00	0.00	0.00	100.00	25.00	125.00
2	1	Franchise Cost	06/24/04	N	SL	20	250.00	0.00	0.00	0.00	6.25	6.25
Group # 2 Total							750.00	0.00	0.00	100.00	31.25	131.25
Group # 3 Land and Land Rights												
1	1	Land	11/30/96	R			20,000.00	0.00	0.00	0.00	0.00	0.00
Group # 3 Total							20,000.00	0.00	0.00	0.00	0.00	0.00
Group # 4 Wells and Springs												
1	1	Well	07/15/96	N	SL	20	13,667.30	0.00	0.00	5,125.27	683.37	5,808.64
2	1	Settlement Well	08/16/01	N	SL	20	10,000.00	0.00	0.00	1,166.67	500.00	1,666.67
3	1	Well	01/01/03	N	SL	20	10,600.00	0.00	0.00	530.00	530.00	1,060.00
Group # 4 Total							34,267.30	0.00	0.00	6,821.94	1,713.37	8,535.31
Group # 5 Pumping Equipment												
1	1	Pumping Equipment	11/15/96	N	SL	20	2,500.00	0.00	0.00	895.83	125.00	1,020.83
2	1	Press Tank	08/22/01	N	SL	20	8,029.77	0.00	0.00	936.81	401.49	1,338.30
3	1	Pressure Tank	05/13/03	N	SL	20	797.00	0.00	0.00	26.57	39.85	66.42
Group # 5 Total							11,326.77	0.00	0.00	1,859.21	566.34	2,425.55
Group # 7 Dist. Reservoirs & Stdps												
1	1	Moore & Associates	12/11/96	N	SL	20	1,000.00	0.00	0.00	354.17	50.00	404.17
2	1	MOORE & ASSOCIATE	03/10/97	N	SL	20	4,555.00	0.00	0.00	1,556.29	227.75	1,784.04
Group # 7 Total							5,555.00	0.00	0.00	1,910.46	277.75	2,188.21
Group # 8 Transmission & Dist. Main												
1	1	Moore & Associates	11/30/96	N	SL	20	10,665.00	0.00	0.00	3,777.19	533.25	4,310.44
Group # 8 Total							10,665.00	0.00	0.00	3,777.19	533.25	4,310.44
Group # 14 Transportation Equipment												
1	1	2000 Dodge Truck	12/30/04	N	SL	20	8,500.00	0.00	0.00	0.00	0.00	0.00
Group # 14 Total							8,500.00	0.00	0.00	0.00	0.00	0.00
Grand Total							95,093.54	0.00	0.00	15,286.25	3,307.29	18,593.54

8/22/2005  
11:11

ANTELOPE LAKES WATER CO.  
Federal ID #:  
Asset Summary - Federal Tax Basis  
Period Ended 12/31/04

CLIENT'S COPY

Company: ALW  
Page: 1

<u>Num</u>	<u>Loc</u>	<u>Property Description</u>	<u>Acquired</u>	<u>T</u>	<u>Method</u>	<u>Life</u>	<u>Cost/Basis</u>	<u>179 Exp/AFD</u>	<u>Add SDA</u>	<u>Prior Depr.</u>	<u>Current Depr.</u>	<u>Ending Depr.</u>
Group # 1 Organizations												
1	1	Organizational Costs	08/15/96	M	SL	20	500.00	0.00	0.00	240.73	25.00	265.73
2	1	Other Organizational	01/01/00	N	SL	20	2,883.56	0.00	0.00	576.72	144.18	720.90
3	1	Organizational Costs	06/24/04	N	SL	20	645.91	0.00	0.00	0.00	16.15	16.15
Group # 1 Total							4,029.47	0.00	0.00	817.45	185.33	1,002.78
Group # 2 Franchises												
1	1	Original Fee	01/01/00	N	SL	20	500.00	0.00	0.00	100.00	25.00	125.00
2	1	Franchise Cost	06/24/04	N	SL	20	250.00	0.00	0.00	0.00	6.25	6.25
Group # 2 Total							750.00	0.00	0.00	100.00	31.25	131.25
Group # 3 Land and Land Rights												
1	1	Land	11/30/96	R			20,000.00	0.00	0.00	0.00	0.00	0.00
Group # 3 Total							20,000.00	0.00	0.00	0.00	0.00	0.00
Group # 4 Wells and Springs												
1	1	Well	07/15/96	N	SL	20	13,667.30	0.00	0.00	5,125.27	683.37	5,808.64
2	1	Settlement Well	08/16/01	N	SL	20	10,000.00	0.00	0.00	1,166.67	500.00	1,666.67
3	1	Well	01/01/03	N	SL	20	10,600.00	0.00	0.00	530.00	530.00	1,060.00
Group # 4 Total							34,267.30	0.00	0.00	6,821.94	1,713.37	8,535.31
Group # 5 Pumping Equipment												
1	1	Pumping Equipment	11/15/96	N	SL	20	2,500.00	0.00	0.00	895.83	125.00	1,020.83
2	1	Press Tank	08/22/01	N	SL	20	8,029.77	0.00	0.00	936.81	401.49	1,338.30
3	1	Pressure Tank	05/13/03	N	SL	20	797.00	0.00	0.00	26.57	39.85	66.42
Group # 5 Total							11,326.77	0.00	0.00	1,859.21	566.34	2,425.55
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2	1	MOORE & ASSOCIATE	03/10/97	N	SL	20	4,555.00	0.00	0.00	1,556.29	227.75	1,784.04
Group # 7 Total							5,555.00	0.00	0.00	1,910.46	277.75	2,188.21
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Group # 8 Total							10,665.00	0.00	0.00	3,777.19	533.25	4,310.44
Group # 14 Transportation Equipment												
1	1	2000 Dodge Truck	12/30/04	N	SL	20	8,500.00	0.00	0.00	0.00	0.00	0.00
Group # 14 Total							8,500.00	0.00	0.00	0.00	0.00	0.00
Grand Total							95,093.54	0.00	0.00	15,286.25	3,307.29	18,593.54

ANTELOPE LAKES WATER CO., INC  
PO BOX 450  
CHINO VALLEY, AZ 86323  
928 636-0420

91-504/1221  
50

305

Date Oct 18, 2005

Pay To The

Order Of Ross D Jacobs, Yavapai Treasurer \$ 37.32\*\*\*\*\*

Thirty-Seven Dollars & 32/100\*\*\*\*\* Dollars

THE  
STOCKMEN'S  
BANK

Chino Valley Branch 1280 N. Hwy. 89  
Chino Valley, AZ 86323

Parcels 903 95 140 4 & 305 02 041 0

For

*[Signature]*

MP

⑆122105045⑆ 5010013109⑈ 0305

©Circle K/Starline



# 2005 PROPERTY TAX NOTICE

ARIZONA

BOOK	PARCEL # MAP	PARCEL	AREA SQ FT	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	IRRIGATION DISTRICT \$ PER ACRE
305	02	041 0	5140	7.4196	1.7333	

## 2005 TAX SUMMARY

PRIMARY PROPERTY TAX	11.88
LESS STATE AID TO EDUCATION	0.00
NET PRIMARY PROPERTY TAX	11.88
SECONDARY PROPERTY TAX	2.78
SPECIAL DISTRICT TAX	0.00
TOTAL TAX DUE FOR 2005	14.66

EXEMPTIONS	ASSESSED VALUE IN DOLLARS	ASSESSMENT RATIO	NET ASSESSED VALUE
LIMITED	1,000	16.0	160
FULLY EXEMPT	1,000	16.0	160
PERSONAL PROPERTY	0	0.0	0
LAND	1,000	16.0	160
BLOGS ETC.	0	0.0	0

073954

384 E PETERSON RD

ANTELOPE LAKES LOT 42 618/469 618/471 CONT .17AC

JURISDICTION	2005 TAXES	2004 TAXES	DIFFERENCE
Yavapai County	2.73	2.55	0.18
Sch Equalization	0.70	0.68	0.02
ChinoValleySD#51	7.79	10.55	-2.76
CommunityCollege	2.80	3.38	-0.58
Fire Dist Assist	0.15	0.36	-0.21
Library District	0.17	0.39	-0.22
FloodControlDist	0.32	0.71	-0.39
<b>TOTALS</b>	<b>14.66</b>	<b>18.62</b>	<b>-3.96</b>

This is the only notice you will receive.

Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

**THIS IS A  
CALENDAR YEAR  
BILL**

POSTAL  
10/5/05

0347412 01 AV 0.278 \*\*AUTO T3 0 0784 86323-035050

|||||

ANTELOPE LAKES WATER COMPANY INC  
% LEVIE PAUL D  
PO BOX 350  
CHINO VALLEY AZ 86323-0350

## PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2005. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2006. To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2005. Delinquent interest will be waived.

Make your check payable to and mail to:

Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK  
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

PLEASE INCLUDE YOUR  
PARCEL NUMBER  
ON YOUR CHECK.

## 2005 FIRST HALF PAYMENT COUPON

Due October 1, 2005

ANTELOPE LAKES WATER COMPANY INC

05 02 041 0 073954

Delinquency Date First Half Payment  
Penalty for late payment is 16% per year prorated  
monthly as of the 1st day of the month for  
payments postmarked after 5:00 P.M. November  
1, 2005 (ARS 42-18052 and ARS 42-18053).

Any total property tax of \$100 or less must be paid  
with the first payment coupon—due October 1, 2005.

To pay taxes for the full year, send the 1st half coupon  
with your payment postmarked no later than Dec. 31,  
2005. Delinquent interest will be waived.

DETACH AND RETURN WITH PAYMENT

1

Payment in U.S. FUNDS ONLY

Make check payable to:

Ross D. Jacobs  
Yavapai County Treasurer

TO PAY 1ST HALF ONLY	PAY	
TO PAY FULL YEAR TAX	PAY	14.66



\*3050204100

|||||

Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

2005 3050204100 1 00000000146600000001466

# 2005 PROPERTY TAX NOTICE

ARIZONA

BOOK	PARCEL # MAP	PARCEL	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	IRRIGATION DISTRICT \$ PER ACRE
903	95	140 4 5140	7.4196	1.7333	
ASSESSMENT					
	VALUE IN DOLLARS	ASSESSMENT RATIO	ASSESSED VALUE IN DOLLARS	EXEMPTIONS	NET ASSESSED VALUE
LIMITED	500	25.0	125	0	125
FULL CASH	1,000	25.0	250	0	250
PERSONAL PROPERTY	0	0.0	0	0	0
LAND	500	25.0	125	0	125
BLINGS, ETC.	500	25.0	125	0	125

2005 TAX SUMMARY	
PRIMARY PROPERTY TAX	18.5
LESS STATE AID TO EDUCATION	0.01
NET PRIMARY PROPERTY TAX	18.5
SECONDARY PROPERTY TAX	4.1
SPECIAL DISTRICT TAX	0.01
<b>TOTAL TAX DUE FOR 2005</b>	<b>22.61</b>

142857

TOTAL VALUE OF OPERATING PROPERTY

305-02-444 800

JURISDICTION	2005 TAXES	2004 TAXES	DIFFERENCE
Yavapai County	4.26	4.26	0.00
Sch Equalization	1.08	1.14	-0.06
Chino Valley SD #51	12.17	13.35	-1.18
Community College	4.38	4.62	-0.24
Fire Dist Assist	0.24	0.26	-0.02
Library District	0.28	0.28	0.00
Flood Control Dist	0.25	0.25	0.00

This is the only notice you will receive.

Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

THIS IS A  
CALENDAR YEAR  
BILL

POSTED  
10/17/05

<b>TOTALS</b>	<b>22.68</b>	<b>24.16</b>	<b>-1.50</b>
---------------	--------------	--------------	--------------

0351307 01 AV 0.278 \*\*AUTO T2 0 0784 86323-035030



ANTELOPE LAKES WATER CO INC  
PAUL LEVIE/PRESIDENT  
P O BOX 350  
CHINO VALLEY AZ 86323-0350

## PAYMENT INSTRUCTIONS

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Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

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PLEASE INCLUDE YOUR  
PARCEL NUMBER  
ON YOUR CHECK.

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Due October 1, 2005

ANTELOPE LAKES WATER CO INC

103 95 140 4 142857

Delinquency Date First Half Payment

Penalty for late payment is 16% per year prorated  
monthly as of the 1st day of the month for  
payments postmarked after 5:00 P.M. November  
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with your payment postmarked no later than Dec. 31,  
2005. Delinquent interest will be waived.

DETACH AND RETURN WITH PAYMENT

1

Payment in U.S. FUNDS ONLY

Make check payable to:

Ross D. Jacobs  
Yavapai County Treasurer

TO PAY 1ST HALF ONLY PAY

TO PAY FULL YEAR TAX PAY

22.66



\*9039514004



Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

2005 9039514004 1 00000000226600000002266